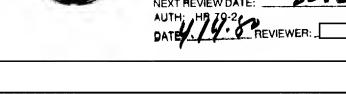
Approved For Release 2003 1/25 2 A-RD 279T00975A004600520001-3 25X1 ED 29 August 1959 25X1 Copy No. C CENTRA INTELLIGEN BULLETIN DOCUMENT NO. NO CHANGE IN CLASS. LE DECLASSIFIED CLASS. CHANGED TO: 25X



25X1

State Department review completed

TOP SECRET



oK.

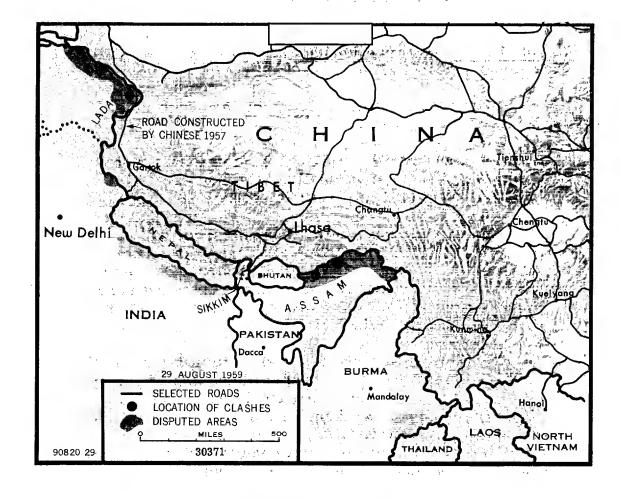
Communist China - India: The border clashes between Chinese Communist and Indian troops publicized by Nehru in the Indian Parliament on 28 August occurred in areas of northeast Kashmir and Assam which Peiping claims are Chinese Communist territory. Nehru, who is publicly committed to defense of the frontier areas involved, has turned the Assam problem over to military commanders. Indian armed forces in Assam will make a determined effort to dislodge the Chinese from outposts in territory which New Delhi regards as indisputably Indian. Chinese military

i

1	Approved For Relea	se 2003/01/29 : CIA-RDP79T00975A	.004600520001-3	
25X1	border country may	nants of Tibetan rebel bands lead to forays over the poorsashes involving Indian outpost (Map)	ly defined boun-	25X1
Ŋ°	USSR has offered to to Morocco. Aid take Rabat. The terms \$100,000,000 credit amounts of aid to me requirement for for hopes that such offer	There is accumulating evidence extend economic and technically may now be taking place if the offers reportedly vary for goods and technical assistant eet specific needs, such as a leign exchange loans. Moscowers will induce Rabat to take a lestern forcesparticularly to	al assistance n Moscow and from a Soviet stance to small Morocco's recent v apparently a stronger stand	25X1
		II. ASIA-AFRICA		
	Laos. Commu		their hit-and-	
40	Laos: Communist insurgents are continuing their hit-and- run tactics in scattered areas. A raid on a small army post 16 miles east of Vientiane on the night of 27 August is the closest ac- tion to the capital yet reported. The USSR, rejecting the British proposal for a neutral observer in Laos, has countered with a suggestion that the heads of the three delegations of the Laotian ICC personally investigate the situation. This step would be re- jected by Vientiane as tantamount to a return of the ICC. Mos- cow's initial reaction to the US announcement of increased aid to Laos, while describing the aid as "oil on the fire," was consistent			
	with the pose of "responsibility" which the USSR has maintained in its capacity as one of the Geneva cochairmen. There has been no official Soviet statement on Laos. (Page 4)			25X1
				05.74
	29 Aug 59	DAILY BRIEF	ii	25X1







Sino-Indian Border Clashes

The latest clashes between Chinese Communist and Indian troops along the Assam border may be the result of Chinese operations against remnants of Tibetan rebel bands seeking refuge in the rugged hill country. The clashes occurred in territory claimed by both Peiping and New Delhi; the Chinese seem determined to stand firm on their claims in this area, and further incidents are likely.

Reporting the incidents to the Indian Parliament on 28 August, Nehru said that an Indian outpost on the northeast frontier was taken by the Chinese on 7 August. It was later recovered, but 12 Indian soldiers were captured in a more serious engagement on 25 August. In replying to New Delhi's protest over these incursions, Peiping said the Indians fired first and accused India of "collusion" with Tibetan rebels.

Nehru has declared repeatedly since 1950 that his government would defend the territory lying south of the Mac-Mahon Line in Assam in which the Chinese incursions have taken place. He has placed the entire northeast frontier area under military command, commenting that "there could be no alternative policy for us but to defend the country's borders and integrity." He cautioned, however, against panic and resort to any "wrong action."

The Indians have also reported Chinese troops in the disputed Ladakh area of Kashmir. The Chinese have built a road through the Indian-claimed portion. An Indian patrol sent into the area was captured in July by Chinese troops and later released.

Nehru's detailed account of the "continuing cases" of "Chinese aggression" in Assam and Ladakh will be regarded by most Indians as confirmation of the recent spate of press stories warning of Chinese "expansionist" aims. The government is likely to be under heavy pressure from Parliament and press to make good on its pledge to resist any Chinese encroachment along the Tibetan frontier.

Nehru apparently is willing to negotiate minor questions of border demarcation, but is not prepared to discuss the

29 Aug 59 CENTRAL INTELLIGENCE BULLETIN Page 2

nuge chanks of territory claimed by resping. Communist
China, which has been discussing a border controversy with
Burma since 1956, would probably agree to talks with the
Indians about the disputed territorial claims, but would pro-
tract the discussions without any real effort to reach a defini-
tive settlement,

25X1

25X1

11.		

Laos

25X1

Communist partisans continue guerrilla raids in scattered areas of Laos. A 27 August raid on a government post only 16 miles east of Vientiane apparently was designed to sow confusion and weaken morale in the administrative capital. Villagers along the Mekong River in central Laos are described as extremely jittery over the prospect of Communist raids.

The government has redeployed troops in an effort to check dissident activity developing in an area northeast of Luang Prabang, the royal capital. Several groups of armed Communists—one totaling 300—are reported operating in central Laos.

The USSR, in a reply described by British officials as "moderately worded," rejected Britain's proposal of 17 August that the UK and USSR as cochairmen of the Geneva agreements request the UN secretary general to appoint a neutral observer to Laos. In a meeting with a high British Foreign Office official on 27 August, Soviet Ambassador Malik proposed instead that the heads of the three delegations making up the suspended ICC for Laos--India, Poland, and Canada--plus some "auxiliary staff," investigate the causes of present tension in Laos and report to the cochairmen. The Soviet counterproposal would pave the way for a complete resumption of ICC activity.

Prime Minister Nehru's reaction to Secretary General Hammarskjold's proposal that India intercede with Vientiane and Hanoi as a first step toward UN mediation indicates that New Delhi will follow its usual policy of offering its "good offices" only if all governments concerned agree on the nature and usefulness of such an effort. Hammarskjold had written Nehru on 22 August suggesting that India approach the Laotian and North Vietnamese governments to try to work out a "mediation formula" leading to the appointment of a "neutral"—and probably non-Asian—mediator. In his reply, Nehru expressed the view that assurances of "active support" would be needed from Britain and the USSR, as Geneva cochairmen, and from Poland and Canada, as members of the ICC. Nehru's desire for an assurance of "cooperation" from Laos and

25X1

29 Aug 59

25X1

LNorth Vietnam indicates that he also wishes to be convinced that any effort on his part will be politely received and heard,

Soviet propaganda, in addition to charging that increased "US interference" in Laos--planes from Taiwan and additional US aid--"only pours oil on the fire in Laos," stoutly maintains that only a return of the ICC can normalize the situation. A Radio Moscow broadcast in Vietnamese on 27 August charged for the first time that US advisers are "actually taking command in the raids against the Laotian people" and that "US pilots have been ferrying weapons to Laos" in planes based on Taiwan.

Peiping is prepared to fight in Laos if the United States and	25X1
Laotian governments do not agree to the "principles of the International Control Commission." Communist China is supporting the rebels with arms (an allegation which Peiping has publicly termed "slanderous") but justified such action as legal in view of the Chinese "duty" to maintain peace in Indochina and al-	25X1
low 'no reactionary forces to prevail.' If the US did not intervene, "progressive" forces would be able to overturn the present government.	25X1
	25X1
	25X1

25X1

29 Aug 59 CENTRAL INTELLIGENCE BULLETIN

Page 5

THE PRESIDENT

The Vice President

Executive Offices of the White House

Special Assistant for National Security Affairs

Scientific Adviser to the President

Director of the Budget

Office of Defense and Civilian Mobilization

Director, National Aeronautics and Space Administration

Special Assistant for Security Operations Coordination

Board of Consultants on Foreign Intelligence Activities

Special Assistant for Foreign Economic Policy

Executive Secretary, National Security Council

The Treasury Department

The Secretary of the Treasury

The Department of State

The Secretary of State

The Under Secretary of State

The Under Secretary of State for Economic Affairs

The Deputy Under Secretary for Political Affairs

The Deputy Under Secretary for Administration

The Counselor

Director, International Cooperation Administration

The Director of Intelligence and Research

The Department of Defense

The Secretary of Defense

The Deputy Secretary of Defense

Assistant Secretary of Defense for International Security Affairs

The Secretary of the Army

The Secretary of the Navy

The Secretary of the Air Force

The Chairman, The Joint Chiefs of Staff

Commandant, United States Marine Corps

The Director, The Joint Staff

Chief of Staff, United States Army

Chief of Naval Operations, United States Navy

Chief of Staff, United States Air Force

Assistant to Secretary of Defense for Special Operations

Director for Intelligence, The Joint Staff

Assistant Chief of Staff for Intelligence, Department of Army

Director of Naval Intelligence, Department of Navy

Assistant Chief of Staff, Intelligence, Department of the Air Force

Supreme Allied Commander, Europe

Commander in Chief, Pacific

The Department of Commerce

The Secretary of Commerce

Federal Bureau of Investigation

The Director

Atomic Energy Commission

The Chairman

National Security Agency

The Director

National Indications Center

The Director

